

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities

Date of Meeting: April 4, 2008

Time of Meeting: 8:30 a.m. (began at 8:47 a.m.)

Place of Meeting: Public Utilities Boardroom
3901 Orange Street (at Ninth & Orange Streets)
Riverside, California

TRUJILLO WATER COMPANY SHAREHOLDERS ANNUAL MEETING

Mr. Dave Barnhart, vice-president of the Trujillo Water Company, called the annual meeting of the Trujillo Water Company Shareholders to order at 8:30 a.m. The meeting adjourned at 8:36 to the Trujillo Water Company Directors Organizational meeting.

TRUJILLO WATER COMPANY DIRECTORS ORGANIZATIONAL MEETING

The Trujillo Water Company Directors Organizational meeting was called to order at 8:36 and adjourned at 8:46 a.m.

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present: Dave Barnhart (Chair) Bob Stockton (Vice Chair)
Ken Sutter Bernie Titus
Robert Elliott Manny Sanchez

Absent: Mary Curtin (absence due to other)
Joe Tavaglione (absence due to business)
Ian Davidson (absence due to other)

Assistant City Manager Michael Beck was in attendance.

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on March 21, 2008 were approved as submitted.

All Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, and Sanchez.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to other)
Joe Tavaglione (absence due to business)
Ian Davidson (absence due to other)

CITIZENS PARTICIPATION

No comments.

COMMITTEE REPORTS

2. FINANCE/MARKETING COMMITTEE REPORT

The Board of Public Utilities accepted and filed the March 28, 2008 Finance/Marketing Committee Minutes.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exception of Item 7, **APPROVAL FOR ADDITIONAL EXPENDITURE TO MAINTAIN CONTINUITY OF ELECTRIC LINE CLEARANCE TREE TRIMMING SERVICES**, which was moved to the Discussion Calendar:

Motion – Titus. Second – Sutter.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, and Sanchez.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to other)
Joe Tavaglione (absence due to business)
Ian Davidson (absence due to other)

Electric Items

3. UNDERGROUND ELECTRIC LINE EXTENSION – CENTRAL AVENUE DEVELOPMENT – WORK ORDER NO. 070003-200

The Board of Public Utilities approved the estimated capital expenditure of \$82,000 to install an underground electric line extension to serve a new industrial building located between Essex Street and Hillside Avenue, southerly of Central Avenue.

4. UNDERGROUND ELECTRIC LINE EXTENSION – WELLS MIDDLE SCHOOL WORK ORDER NO. 070003-201

The Board of Public Utilities approved the estimated capital expenditure of \$65,000 to install an underground electric line extension to serve new facilities and upgrade service to Wells Middle School.

5. UNDERGROUND ELECTRIC LINE EXTENSION – MICHIGAN COURT COMMERCIAL BUILDING – WORK ORDER NO. 0800013-16

The Board of Public Utilities approved the estimated capital expenditure of \$100,000 to install an underground electric line extension to serve a new commercial building located at Michigan Court, northerly of Palmyrita Avenue.

6. **INTRUSIVE POLE INSPECTIONS FOR ASSET MANAGEMENT PROGRAM**

Deferred to Next Board Mtg
That the Board of Public Utilities approve the estimated operations and maintenance expenditure of \$200,000 for intrusive testing and inspection of 6,000 poles in the northerly section of the City of Riverside.

7. **MOVED TO DISCUSSION**

Water Items

8. **INCREASE IN CONTRACT CHANGE ORDER AUTHORITY FOR LANDSCAPE MAINTENANCE AT VARIOUS PUBLIC UTILITIES FACILITIES, RFP NO. 1017**

The Board of Public Utilities:

1. Approved the additional capital expenditure of \$20,000 for a change order increase to the contract with Sohlt & Company Landscape, Inc., for additional remediation work and miscellaneous irrigation repairs; and
2. Authorized the General Manager, or his designee, to execute the necessary documents.

Other Items

DISCUSSION CALENDAR

7. **APPROVAL FOR ADDITIONAL EXPENDITURE TO MAINTAIN CONTINUITY OF ELECTRIC LINE CLEARANCE TREE TRIMMING SERVICES**

Board Member Sanchez requested this item be placed on the discussion calendar for more clarification.

Following discussion, the Board of Public Utilities approved a change order to the existing purchase order in the amount of \$360,000 for emergency Line Clearance Tree Trimming services.

Motion – Sutter. Second – Titus.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, and Sanchez.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to other)
Joe Tavaglione (absence due to business)
Ian Davidson (absence due to other)

9. LOW INCOME ASSISTANCE – SHARING HOUSEHOLDS ASSIST RIVERSIDE'S ENERGY (SHARE) PROGRAM CONTRACT AMENDMENT

That the Board of Public Utilities approve and recommend that the City Council:

1. Approve \$300,000 in additional electric funds above the current SHARE contract amount;
2. Approve \$12,500 in additional water funds above the current SHARE contract amount; and
3. Approve a sixth amendment to the SHARE contract with Riverside County to increase the contract amount for the FY 2007/08 period to \$1,050,000 in electric funds and \$75,000 in water funds.

(presentation by Mike Bacich – 5 min)

10. RIVERSIDE PUBLIC UTILITIES 2006-2009 THREE-YEAR STRATEGIC GOALS – UPDATE FROM MARCH 27, 2008 STRATEGIC PLANNING RETREAT

Board Member Ken Sutter reported that he attended this staff retreat.

Following discussion, the Board of Public Utilities received and filed the revisions to the Strategic Objectives as presented on the attached Strategic Planning Retreat dated March 27, 2008 summary and the Six-Month Strategic Objectives for the period ending September 25, 2008.

11. AB 32 RECOMMENDATIONS

Following discussion, the Board of Riverside Public Utilities approved and recommended that the City Council:

1. Endorse the reduction of greenhouse gas emissions in California through fair and equitable methods;
2. Oppose any AB 32 implementation processes or plans that result in a "wealth transfer" from Southern California Utilities to Northern California utilities or any other entities;
3. Support a gradual "slope or glide path" transition from emission credit allocations based on historical emissions to allocations based on load, including phase in of a cap-and-trade system, over the implementation timeframe of AB 32;
4. Support the implementation phase-in of AB 32 to 2030 rather than 2020 to recognize interstate commerce agreements that have been in place for several decades; and
5. Require that funds collected from the implementation of AB 32 be utilized by the contributing entity only to reduce greenhouse gas emissions of that entity and not for state tax revenues, financial institution commissions, rate relief, or any other non-related purposes.

Motion – Elliott. Second – Sutter.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, and Sanchez.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to other)
Joe Tavaglione (absence due to business)
Ian Davidson (absence due to other)

12. ITEMS FOR FUTURE BOARD OF PUBLIC UTILITIES CONSIDERATION AS REQUESTED BY A MEMBER OF THE BOARD OF PUBLIC UTILITIES

Chairman Barnhart requested that an update be brought back to the Board of Public Utilities regarding credits given to developers for Electric Rules 10 and 11 and are there other city-wide alternatives for the credits.

GENERAL MANAGER'S REPORT

13. State and Federal Legislative Update
Legislative Analyst Elizabeth Sanchez updated the Board on AB 2928 and Water Conservation legislation.
14. Financial Statements - January 2008
15. Monthly Power Supply Report - February 2008
16. Monthly Update of Goals - SEE ITEM 10
17. City Council Agenda - March 25, 2008 and April 1, 2008
18. Upcoming Meetings
19. Systematic Reporting on Conferences/Seminars
20. Electric / Water Utility Acronyms

UPCOMING MEETING

Chairman Dave Barnhart adjourned the meeting at 10:10 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, April 18, 2008 at 8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: 

David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: May 2, 2008